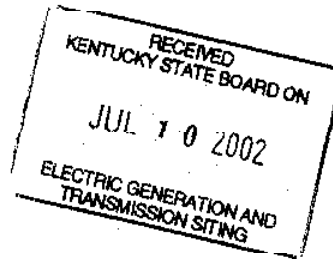




LG&E Energy Corp.
220 West Main Street (40202)
P. O. Box 32010
Louisville, Kentucky 40232

July 10, 2002



Ms. Stephanie Bell
Secretary of the Commission
The Kentucky State Board on
Electric Generation and Transmission Siting
211 Sower Boulevard
P. O. Box 615
Frankfort, Kentucky 40602

Re: Case No. 2002-00149

Dear Ms. Bell:

This is in response to your letter dated June 26, 2002, regarding the application filed by Kentucky Mountain Power, LLC ("KMP") to construct a 520 megawatt coal-fired electric generating facility in Knott County, Kentucky.

The Kentucky Utilities Company ("KU") and Louisville Gas and Electric Company ("LG&E") system will not require upgrades as a result of the KMP project. Also, KU and LG&E project no significant adverse impacts on the system due to KMP's proposed generator.

Please let me know if you have any questions or need any additional information. I can be reached at (502) 627-4110.

Sincerely,

John Wolfram, Manager
Regulatory Policy and Strategy

